

**00600**

**1981/06/17**

E102

\*\*\* Current Classification \*\*\* ~~CONFIDENTIAL~~  
\*\*\* Current Handling Restrictions \*\*\* n/a

<<<\*\*\*\* OASYS DOCUMENT HEADER \*\*\*\*>>>

DOC\_NBR= 81SECTO04101

FILM= D810284-0334

DATE= 17 JUN 81

TYPE= TE

FROM= SECRETARY  
OR-M  
MANILA

DRAFTER= n/a

OFFICE= ACTION SS

TO= STATE

CHANNEL= n/a

ORIGHAND= n/a

ORIGPHAND= n/a

ORIGCLASS= ~~CONFIDENTIAL~~

ORIGPCCLASS= n/a

EO= GS 19870617 ROPE, W

SUBJECT= LETTER TO SENATOR PERCY FROM THE SECRETARY

REFERENCE= n/a

CONTROL\_NBR= n/a

ENCLOSURE= n/a

LOCATOR= TEXT ON-LINE, ON MICROFILM

ERRORS= N/A

CONCEPTS= SECTO, DIPLOMATIC COMMUNICATIONS, BRIEFINGS, MEETINGS

TAGS= OVIP, US, RP, CH, (HAIG, ALEXANDER M JR), (PERCY, CHARLES H)

DEPARTMENT OF STATE		IS/FPC/CDR	Date: 12/5/92
<input checked="" type="checkbox"/> RELEASE	<input checked="" type="checkbox"/> DECLASSIFY	MR Cases Only:	
<input type="checkbox"/> EXCISE	<input type="checkbox"/> DECLASSIFY	EO Citations:	
<input type="checkbox"/> DENY	<input type="checkbox"/> IN PART	TS authority	
<input type="checkbox"/> DELETE Non-Responsive Info		<input type="checkbox"/> CLASSIFY as <input type="checkbox"/> S or	
FOIA Exemptions		<input type="checkbox"/> DOWNGRADE TS to <input type="checkbox"/> S or	
PA Exemptions			

<<<<>>>>

~~CONFIDENTIAL~~

PAGE 01    SECTO 04101 171542Z  
ACTION SS-15

INFO OCT-01 ADS-00 EA-10 H-01 SSO-00 CCO-00 /027 W  
-----060426 171552Z /65

O 171537Z JUN 81 ZFF-4  
FM USDEL SECRETARY IN MANILA  
TO SECSTATE WASHDC IMMEDIATE 5893

~~CONFIDENTIAL~~ SECTO 04101

SECTO

FOR S/S - BREMER, PLEASE PASS FOLLOWING LETTER TO SENATOR  
PERCY FROM THE SECRETARY

E.O. 12065: GDS 6/17/87 (ROPE, W) EA/RA  
TAGS: OVIP (HAIG, ALEXANDER M.), CH  
SUBJECT: LETTER TO SENATOR PERCY FROM THE SECRETARY

1. (~~CONFIDENTIAL~~ - ENTIRE TEXT.)

2. DEAR SENATOR PERCY:

3. BEFORE LEAVING BEIJING I WOULD LIKE TO GIVE YOU A RE-  
PORT ON MY MEETINGS OVER THE PAST TWO AND ONE HALF DAYS  
WITH TOP MEMBERS OF THE CHINESE LEADERSHIP. THESE TALKS  
WERE BOTH COMPREHENSIVE AND DETAILED, COVERING THE FULL  
RANGE OF INTERNATIONAL AND BILATERAL ISSUES WHICH CONCERN  
OUR TWO NATIONS. DESPITE THE FACT THAT WE DID NOT AGREE IN  
ALL AREAS, I FOUND THAT THE CONVERGENCE OF OUR STRATEGIC  
VIEWS, BOTH GLOBALLY AND IN THE ASIA-PACIFIC REGION, PRO-  
VIDED A STRONG FOUNDATION ON WHICH TO CONTINUE TO BUILD  
STRONG AND LASTING U.S.-CHINA RELATIONS.

4. THOUGH MOST OF OUR DISCUSSIONS -- PARTICULARLY THOSE  
WITH FOREIGN MINISTER HUANG HUA AND VICE CHAIRMAN DENG  
XIAOPING -- COVERED BROAD STRATEGIC ISSUES, WE UNVEILED A  
~~CONFIDENTIAL~~

~~CONFIDENTIAL~~

PAGE 02    SECTO 04101 171542Z

NEW PACKAGE OF BILATERAL INITIATIVES DESIGNED TO TREAT THE  
PEOPLE'S REPUBLIC OF CHINA AS A FRIENDLY NATION WITH WHOM  
WE ARE NOT ALLIED BUT WITH WHOM WE HAVE MANY COMMON

INTERESTS. MANY OF THESE ISSUES WERE BRIEFED TO YOU BY JOHN HOLDRIDGE BEFORE WE LEFT WASHINGTON. AMONG THESE WERE A RECENT DIRECTIVE BY PRESIDENT REAGAN WHICH WILL LIBERALIZE OUR CONTROLS ON THE EXPORT OF DUAL-USE TECHNOLOGY TO CHINA, SO THAT OUR BUREAUCRACY WILL CEASE TREATING CHINESE REQUESTS FOR COMPUTERS AND OTHER HIGH TECHNOLOGY ITEMS IN THE SAME MANNER AS WE DO REQUESTS FROM THE USSR. IN ADDITION, WE HAVE IDENTIFIED A MULTITUDE OF U.S. LAWS AND REGULATION DATING FROM MANY YEARS PAST WHICH LUMP CHINA TOGETHER WITH SOVIET BLOC COUNTRIES IN A MANNER WHICH IS NOT CONSISTENT WITH OUR PRESENT RELATIONSHIP. WE INFORMED THE CHINESE LEADERS THAT PRESIDENT REAGAN WOULD BE PROPOSING LEGISLATION TO THE CONGRESS TO EFFECT APPROPRIATE AMENDMENTS. I HOPE WE WILL HAVE YOUR STRONG SUPPORT IN THIS REGARD.

5. IN THIS SAME CONTEXT, WE INDICATED TO THE CHINESE THAT PRESIDENT REAGAN INTENDS TO MOVE IN THE DIRECTION OF EXAMINING REQUESTS FOR THE TRANSFER OF MILITARY WEAPONS AND TECHNOLOGY IN THE SAME MANNER AS WE DO THOSE OF ALL OTHER FRIENDLY NATIONS WITH WHOM WE DO NOT HAVE AN ADVERSARIAL RELATIONSHIP. THIS WILL BE EXPLORED FURTHER WHEN PEOPLE'S LIBERATION ARMY VICE CHIEF OF THE GENERAL STAFF LIU HUAQING VISITS THE U.S. IN AUGUST. BUT I CAN SAY NOW THAT WE HAVE MADE NO DECISIONS ON PROVIDING ANY SPECIFIC WEAPONS TO CHINA PENDING THEIR MAKING THEIR INTERESTS KNOWN. WE WOULD THEN PROCEED ON A CAREFUL, CASE-BY-CASE BASIS. WE WILL, OF COURSE, CONSULT CLOSELY WITH OUR ALLIES AND FRIENDS ABROAD AS WELL AS WITH MEMBERS OF THE CONGRESS.

CONFIDENTIAL

CONFIDENTIAL

PAGE 03     SECTO 04101 171542Z

6. AS YOU KNOW, THERE WAS CONSIDERABLE SPECULATION BEFORE MY DEPARTURE THAT THE CHINESE GIVE ME A TOUGH MESSAGE ON TAIWAN. WHILE NOTHING OCCURRED WHICH WOULD DISTRACT US NOW FROM THE LARGER STRATEGIC IMPERATIVES OF OUR RELATIONSHIP, DENG AND HIS SUBORDINATES DID MAKE CLEAR THAT THE WAY IN WHICH THE U.S. DEALS WITH TAIWAN, AND THE QUESTION OF U.S. DEFENSIVE ARMS SALES TO TAIWAN IS ONE OF GREAT SENSITIVITY FOR THE PRC. I WOULD EXPECT THAT ANY SIGNIFICANT SALES WILL GENERATE OPPOSITION FROM THE PRC. WE ASSURED DENG THAT WE WOULD KEEP OUR RELATIONS WITH TAIWAN UNOFFICIAL, EVEN AS WE TREAT OUR OLD FRIENDS MORE HONORABLY AND WITH GREATER DIGNITY, AND THAT WE WOULD FULLY IMPLEMENT THE PRINCIPLES OF THE U.S.-CHINA JOINT/NORMALIZATION COMMUNIQUE. ON ARMS SALES, I SAID THESE WOULD GO FORWARD, BUT WE WOULD TAKE CHINESE SENSITIVITIES INTO ACCOUNT.

7. WE LEAVE ON AN OPTIMISTIC NOTE. U.S.-CHINESE STRATEGIC ASSOCIATION AND COOPERATION IS A VITAL U.S. INTEREST WHICH WE MUST PROTECT. A PRIMARY MEANS FOR ACHIEVING THIS WILL BE THE DEMONSTRATION OF AMERICAN RESOLVE AND RELIABILITY AND THE RESTORATION OF OUR PAST MILITARY AND ECONOMIC STRENGTH. AT THE SAME TIME, WE WILL HAVE TO PROCEED WITH EXTREME CARE AS WE APPROACH THE TAIWAN ARMS SALES QUESTION.

8. I WILL BE SPEAKING MORE WITH YOU ON MY RETURN, TO SEEK YOUR GUIDANCE AS TO HOW WE CAN PROCEED TO ACHIEVE THESE CRITICAL GOALS AND WOULD BE HAPPY TO HAVE JOHN HOLDRIDGE APPEAR BEFORE THE FULL COMMITTEE OR SENATOR HAYAKAWA'S SUB-COMMITTEE TO BRIEF THEM AS WELL. IN THE MEANTIME, I REMAIN SINCERELY YOURS, ALEXANDER M. HAIG, JR. HAIG

~~CONFIDENTIAL~~

N VVZCZ

\*\*\* Current Handling Restrictions \*\*\* n/a

\*\*\* Current Classification \*\*\* ~~CONFIDENTIAL~~